

November 10, 2010

**ITEM NO. B4**

**AUTHORIZATION TO EXECUTE A CONTRACT WITH DELTA DEMOLITION, INC.  
FOR DEMOLITION SERVICES AT LECLAIRE COURTS EXTENSION - GROUP 5**

To the Honorable Board of Commissioners:

**RECOMMENDATION**

It is recommended that the Board of Commissioners authorize the Chief Executive Officer or his designee to execute a contract for demolition services at LeClaire Courts Extension – Group 5 with Delta Demolition, Inc. The contract covers the demolition of fifty-eight (58) dwelling units at ten (10) buildings for a firm fixed price of \$418,900.00. The demolition work and associated site work and landscaping is to be completed within ninety (90) calendar days of the date set forth in the Notice to Proceed.

**RECOMMENDATION SUMMARY**

Funding: General Fund

Specification No: 10 – 00587

Vendor: Delta Demolition, Inc.  
1230 N. Kostner  
Chicago, IL 60651

Contract Type: Demolition

Contract Amount: \$418,900.00

Number of Vendors Solicited: 264  
(Including 134 MBE and 6 WBE Firms)

Assist Agencies: 69; Non-Minority: 55

Number of Pick-Ups/Downloads: 32

Number of Bids Received: 6

Contract Time: Ninety (90) calendar days  
from the date set forth in  
the Notice to Proceed

Date Advertised:

Pre-Bid Conference:

Site Visit:

Addendum No. 1 Issued:

Date Bid Opened:

Advertisement Publication(s):

August 17, 2010

August 23, 2010

August 23, 2010

September 7, 2010

September 14, 2010

Chicago Sun-Times

Chicago Defender

El Dia

CHA Website

BuySpeed Online

**M/W/DBE Participation:**

Direct MBE 28 % WBE 4 % DBE \_\_\_\_\_ %

Indirect MBE \_\_\_\_\_ % WBE \_\_\_\_\_ % DBE \_\_\_\_\_ %

Waiver \_\_\_\_\_ (Yes/No)

**Section 3:**

Hiring # 2 Subcontracting \$ \_\_\_\_\_ Other Economic Opportunities \$ \_\_\_\_\_

## **GENERAL BACKGROUND**

As part of the Capital Improvement Program, the Chicago Housing Authority (CHA) solicited bids to perform demolition work at LeClaire Courts Extension (IL2-015). LeClaire Courts extends along the west side of South Cicero Avenue from 44<sup>th</sup> Street to 45<sup>th</sup> Street. The structures to be demolished no longer serve a useful purpose and their demolition is needed as part of the ongoing renovation of CHA developments under the Plan for Transformation. The demolition work at LeClaire Courts Extension was split into several bid packages to provide greater contracting opportunities for vendors. Demolition, site work and landscaping is to be completed within ninety (90) calendar days of the date set forth in the Notice to Proceed.

## **PROCUREMENT HISTORY**

The CHA advertised Invitation for Bid (IFB) No. 10 – 00587 on August 17, 2010 for the demolition of dwelling units at LeClaire Courts Extension – Group 5. The IFB was advertised in the Chicago Sun-Times, the Chicago Defender and El Dia, and on the CHA website and at BuySpeed Online. The pre-bid meeting and site visit were held on August 23, 2010. The CHA issued Addendum No. 1 on September 7, 2010. This Addendum distributed information on the CHA's new Online Contract Compliance System. The CHA received and opened six (6) bids on September 14, 2010.

After reviewing the bid submittal materials, the Department of Procurement and Contracts and the Capital Construction Department held a pre-award survey meeting with the apparent lowest bidder, Delta Demolition, Inc. The firm responded to questions on the thoroughness of its bid and its capacity to perform this work. With the reviews, analysis and meetings completed, the Department of Procurement and Contracts has determined that Delta Demolition, Inc. is the lowest responsive and responsible bidder for Group 5 with a bid of \$418,900.00.

Based on the foregoing, it is in the CHA's best interest for the Board of Commissioners to authorize the Chief Executive Officer or his designee to execute a contract with Delta Demolition, Inc. for demolition services at LeClaire Courts Extension – Group 5 for a firm fixed price of \$418,900.00. The demolition work and associated site work and landscaping is to be completed within ninety (90) calendar days of the date set forth in the Notice to Proceed.

This award is subject to the Contractor's compliance with the CHA's MBE/WBE/DBE, Section 3 resident hiring, and bonding and insurance requirements.

**RESOLUTION NO. 2010-CHA-145**

**WHEREAS**, the Board of Commissioners has reviewed the Board Letter dated November 10, 2010, entitled “AUTHORIZATION TO EXECUTE A CONTRACT WITH DELTA DEMOLITION, INC. FOR DEMOLITION SERVICES AT LECLAIRE COURTS EXTENSION – GROUP 5”;

**THEREFORE, BE IT RESOLVED BY THE CHICAGO HOUSING AUTHORITY**

**THAT** that the Board of Commissioners authorize the Chief Executive Officer or his designee to execute a contract with Delta Demolition, Inc. for demolition services at LeClaire Courts Extension (IL2-015) - Group 5 for a firm fixed price of \$418,900.00. The contract will cover the demolition of fifty-eight (58) dwelling units at ten (10) buildings. The demolition work and associated site work and landscaping is to be completed within ninety (90) calendar days of the date set forth in the Notice to Proceed.

This award is subject to the Contractor’s compliance with the CHA’s MBE/WBE/DBE, Section 3 resident hiring, and bonding and insurance requirements.

